

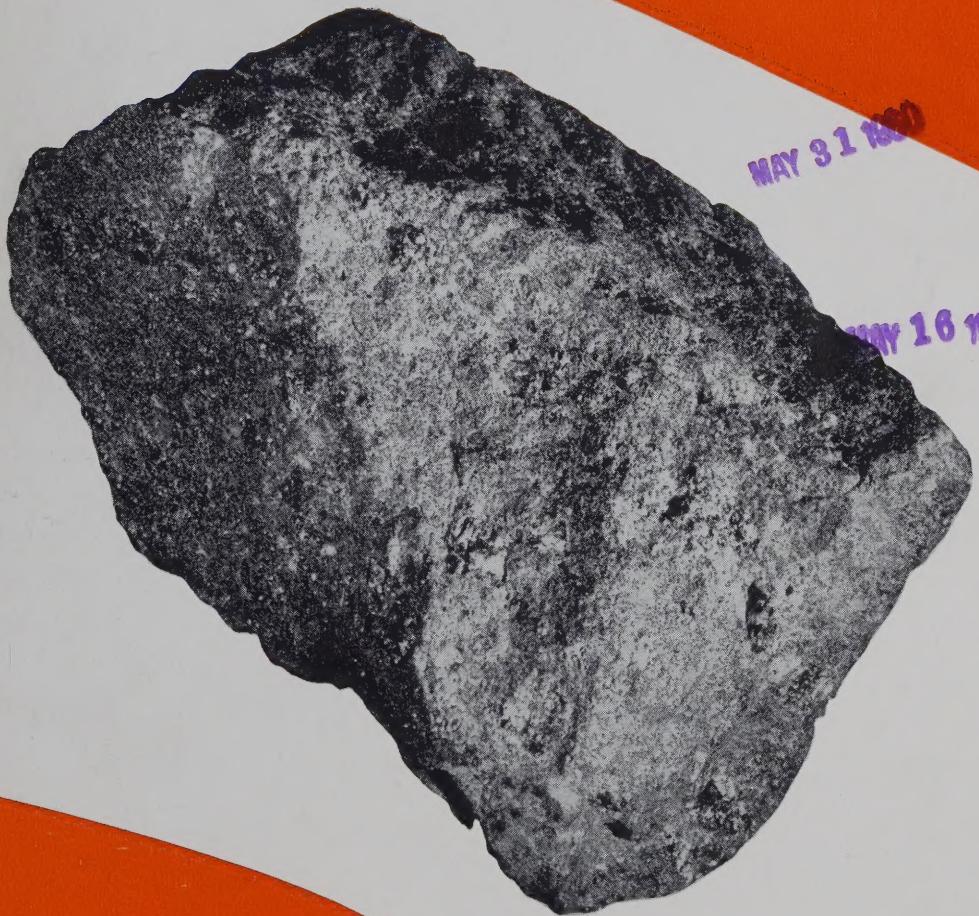
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for RELEASE  
FOR 1960  
MAY 10, 1960

# BELCHER MINING CORPORATION LIMITED



Associate  
Little Long Lac  
Gold Mines Limited.



Annual Report

FOR THE YEAR ENDED DECEMBER 31, 1959

Front Cover — Sample of ore from the east side  
of the "D" orebody showing typical  
coarse grain structure.

# BELCHER MINING CORPORATION LIMITED

*Officers:*

DOUGLAS BANKS	- - - - -	President
J. GEORGE BOECKH	- - - - -	Vice-President
MISS B. A. ARGO	- - - - -	Secretary

*Directors:*

JOHN C. L. ALLEN	J. GEORGE BOECKH
DOUGLAS BANKS	J. M. EASTMAN
S. J. BIRD	M. C. MADDIGAN *
ROBERT C. STANLEY, JR.	

*Transfer Agents:*

TORONTO GENERAL TRUSTS CORP., Toronto, Ont

*Bankers:*

IMPERIAL BANK OF CANADA, Toronto, Ont.

*Auditors:*

CLARKSON, GORDON & Co., Toronto, Ont.

*Head Office:*

199 Bay Street, Toronto, Ont.

\* Deceased January 2, 1960

# *President's Report to Shareholders*

TO THE SHAREHOLDERS:

The Annual Report together with Financial Statements and the Auditors' Report thereon, for the year ended December 31st, 1959, are presented herewith. Of significant note is the fact that your Company was able to maintain its strong liquid financial position while continuing active exploration efforts and participating equally with Wright-Hargreaves Mines, Limited and Malartic Gold Fields Limited in the further development of the Great Whale Iron Mines Limited ore deposits.

## **Great Whale Iron Mines Limited:**

During 1959, the exploration and development programme of Great Whale Iron Mines Limited was further advanced on its extensive holdings embracing 194.9 square miles near Great Whale River, Quebec. It was decided that sufficient work for the present had been completed on the "A" orebody where over 600 million tons of magnetite ore was indicated by previous diamond drilling and that 1959 operations should be concentrated on the "D" orebody. Over 10,000 feet of diamond drilling was carried out and the drilling confirmed the estimate of your Company's engineers of at least 150 million tons of ore in this deposit, grading about 37% iron. The ore is coarse-grained, has excellent concentration characteristics and yields better than a 65% iron concentrate at a grind of 80% minus 150 mesh, with a ratio of weight recovery of close to 1:2.

The Company's field reconnaissance engineers discovered a new orebody during the summer of 1959 which has been designated as the "E" orebody. Surface bulk sampling of this deposit, which is exposed over an area of about a half mile square, gave an average grade of over 37% iron. Grinding tests showed it to yield a concentrate averaging over 68% iron at a coarse grind of 80% minus 150 mesh. It is estimated that this orebody contains 60 million tons per 100 feet of depth of iron formation. Detailed diamond drilling of this deposit will be undertaken in 1960 (Note: drilling operations are now underway, having started on March 15th.) The over-all ore situation and outlook at Great Whale is very pleasing.

## **Tukarak Island, Belcher Islands:**

As a follow-up to the earlier airborne E-M survey and exploration for sulphide deposits carried out in previous years, the areas covering the anomalies were mapped in detail and carefully checked. A ground E-M survey was also made of all areas of potential merit. This detailed work did not disclose any showings of sufficient interest to warrant further work.

**Innetalling Island, Belcher Islands:**

No further work was done in 1959 on the Innetalling Island magnetite deposit, where previous diamond drilling indicated a potential of 1,000,000,000 tons of magnetite grading about 30% iron.

**Lower Detour Lake, Ontario:**

In 1958 your Company staked 180 claims in this area as a geological bet. During 1959 the claims were mapped and carefully prospected, but nothing of sufficient interest to warrant further work was found.

**Doran Lake, Ontario:**

During 1959 your Company entered into an agreement with Lun-Echo Gold Mines Limited, under which it acquired a half-interest in a large group of claims at Doran Lake in consideration of its undertaking to pay the costs incurred in patenting these claims. These costs will include a survey of the claims and approximately 4,000 feet of diamond drilling. The claims are known to contain two low-grade magnetic iron orebodies. Preliminary engineering estimates indicate 90 million tons of 65% iron concentrates to an open-pit mining depth of 500 feet.

**Government Surveys — Moosonee:**

While it is too soon to fully assess the full import of plans announced by the Government of Ontario for development of the James Bay Area, including a first-class deep water ocean port at Moosonee, surveys and studies are now underway. The main purpose in developing the port would be as a trans-shipment point for eventual movement of iron ore from Great Whale, the Belcher Islands and Fort George. There is an estimated four billion tons of iron ore in these areas. The ore would be carried by boat to Moosonee and from there via the Ontario Northland Railway (owned by the Government of Ontario) to Ontario's industrial centres and ports on the Great Lakes. It is indicated that the Federal Government may share the cost of the surveys and that the project planning will be well advanced in 1960.

The Directors wish to record their sincere appreciation of the services rendered to your Company by its Staff and all Employees.

On Behalf of the Board,

DOUGLAS BANKS,

President.

May 3, 1960.

# BELCHER MINING CO.

(Incorporated under the laws of the Province of Ontario)

## Balance Sheet, December 31, 1959

(with comparative figures  
as at December 31, 1958)

### ASSETS

1959

#### CURRENT:

Cash	\$ 13,743.17
Investment in bonds — at cost (principally Government of Canada) (market value \$1,872,820.00)	1,993,858.00
Guaranteed investment certificates — at cost	72,688.36
Other investments	25,995.00
Accounts receivable	6,376.96
Total current	\$ 2,112,661.49

Investment in and advances to Great Whale Iron Mines Limited (No Personal Liability)	218,653.98
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Investment in and advances to subsidiary — Wales Quebec Mines Limited	422.34
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#### MINING CLAIMS AND PROPERTIES:

Acquired for 1,810,000 shares issued at \$0.10 less amounts written off	\$163,000.00
Interest in oil royalty, at cost less amount written off	8,000.00

Deferred development and administrative expenditures, etc. (statement 3)	1,014,461.31
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\$ 3,517,199.12

**RPORATION LIMITED**  
*laws of Ontario)*

STATEMENT 1

**LIABILITIES**

		1958		1959		1958
	Accounts payable				\$ 7,950.91	\$ 19,315.09
11,941.06						
1,965,776.70	SHAREHOLDERS' EQUITY:					
25,995.00	Capital Stock —					
12,233.57	Authorized:					
2,015,946.33	7,000,000 shares par value \$1 each					
143,455.15	Issued:					
18,251.49	5,600,000 shares (of which 200,000 were issued during the year for cash)			\$ 5,600,000.00		
207,000.00	Deduct discount on shares (net)			1,955,754.46		
1,081,454.61	Deficit (statement 2)			\$ 3,644,245.54		
3,466,107.58				134,997.33	3,509,248.21	3,446,792.49
					\$ 3,517,199.12	\$ 3,466,107.58
	On behalf of the Board:					
	DOUGLAS BANKS, Director.					
	J. GEORGE BOECKH, Director.					

**BELCHER MINING CORPORATION LIMITED****Statement of Deficit  
AS AT DECEMBER 31, 1959**

Balance of contributed surplus December 31, 1958	\$ 2,546.95
<b>LESS:</b>	
Development costs incurred on mining claims abandoned (statement 3)	\$65,594.88
Cost of properties abandoned (statement 3)	12,480.25
Loss on properties sold (statement 3)	5,640.00
	<hr/>
	\$83,715.13
Write off of investment in and advances to subsidiary, Wales Quebec Mines Limited	17,829.15
Write off of mining claims	36,000.00
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Balance December 31, 1959 — deficit	\$134,997.33

**AUDITORS' REPORT**

To the Shareholders of  
BELCHER MINING CORPORATION LIMITED:

We have examined the balance sheet of Belcher Mining Corporation Limited as at December 31, 1959 and the statement of deferred development and administrative expenditures, etc., to December 31, 1959. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion the accompanying balance sheet and statement of deferred development and administrative expenditures, etc., present fairly the financial position of the company as at December 31, 1959, and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Toronto, Canada,  
April 20, 1960.

CLARKSON, GORDON & CO.,  
Chartered Accountants.

## BELCHER MINING CORPORATION LIMITED

## Statement of Deferred Development and Administrative Expenditures, etc.

TO DECEMBER 31, 1959

	Total to December 31, 1958	Expenditures during 1959	Expenditures on claims abandoned written off to deficit (statement 2)	Total to December 31, 1959
<b>DEVELOPMENT:</b>				
Engineering and surveying fees and expenses	\$ 199,879.27	\$15,617.26	\$32,925.81	\$ 182,570.72
Diamond drilling	258,360.66	(8.02)	24.88	258,327.76
Assaying and ore dressing tests	32,379.89	22.72	79.85	32,322.76
Supplies	103,317.83	51.51	237.59	103,131.75
Travel and transportation	225,518.63	9,294.20	24,972.15	209,840.68
Superintendence	51,000.00	15,000.00	φ	66,000.00
Wages	70,594.68	1,200.00	φ	71,794.68
Recording fees, licences, taxes, etc.	26,207.18	1,996.59	605.00	27,598.77
Surface exploration	15,990.18	φ	φ	15,990.18
Expense of ship (net)	13,359.17	φ	φ	13,359.17
Insurance	14,582.87	908.25	791.50	14,699.62
Buildings and equipment	18,925.11	1,005.12	1,104.67	18,825.56
Miscellaneous	6,301.23	5,096.04	4,853.43	6,543.84
Total development	\$ 1,036,416.70	\$50,183.67	\$65,594.88	\$ 1,021,005.49
<b>ADMINISTRATIVE:</b>				
Advertising	\$ 49,121.33	\$ 1,093.01		\$ 50,214.34
Legal and audit	40,680.76	3,248.15		43,928.91
Transfer fees	24,830.45	4,749.16		29,579.61
Travel and entertainment	10,126.16	494.03		10,620.19
Secretarial, accounting and office expense	59,834.05	25,251.00		85,085.05
Printing, stationery and postage	11,346.32	1.15		11,347.47
Telephone and telegraph	5,067.27	141.17		5,208.44
Directors' fees	9,750.00	800.00		10,550.00
Government fees	1,580.76	φ		1,580.76
Meetings and reports	32,549.45	4,966.87		37,516.32
Investment counselling	φ	2,643.75		2,643.75
General expense	6,489.24	1,706.05		8,195.29
Total administrative	\$ 251,375.79	\$45,094.34		\$ 296,470.13
Total development and administrative	\$ 1,287,792.49	\$95,278.01	\$65,594.88	\$ 1,317,475.62
<b>MISCELLANEOUS REVENUE AND EXPENDITURE:</b>				
Investment revenue	\$ 146,743.95	\$73,259.33		\$ 220,003.28
Profit on sale of investments	11,332.50	4,238.80		15,571.30
Sundry revenue	3,840.98	φ		3,840.98
Oil royalties received	15,040.70	1,058.05		16,098.75
Proceeds on sale of 90% interest in Nova Scotia closure #9	47,500.00	φ		47,500.00
	\$ 224,458.13	\$78,556.18		\$ 303,014.31
<b>LESS:</b>				
Cost of properties abandoned	\$ 12,480.25		\$12,480.25	φ
Loss on properties sold	5,640.00		5,640.00	φ
	\$ 18,120.25		\$18,120.25	φ
Total miscellaneous revenue and expenditure	\$ 206,337.88	\$78,556.18	\$18,120.25	\$ 303,014.31
Deferred development and administrative expenditures, etc., to December 31	\$ 1,081,454.61	\$16,721.83	\$83,715.13	\$ 1,014,461.31



Drill core showing coarseness of magnetite  
from the "D" orebody which  
was drilled in 1959.

